



JON M. HUNTSMAN, JR.
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State of Utah

DEPARTMENT OF NATURAL RESOURCES

Division of Oil, Gas & Mining

MICHAEL R. STYLER
Executive Director

JOHN R. BAZA
Division Director

March 6, 2008

Gary Hansen
218 South 100 West
RR 1, Box 298
Fairview, Utah 84629-9512

Subject: Permit to Commence Small Mining Operations, Gary Hansen, Black Magic Mine, S0190062, Tasks 1737 and 1931, Grand County, Utah

Dear Mr. Hansen:

The Division finds your notice of intention (Notice) complete and approves the reclamation surety for the Black Magic Mine located in the SW $\frac{1}{4}$ NE $\frac{1}{4}$ and the SE $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 22, Township 19 South, Range 25 East, SLBM. You are now permitted to conduct small mining operations on two acres as outlined in the Notice provided you have written approval from the Bureau of Land Management and any other appropriate agency. The Notice allows you to remove up to 1000 tons of material.

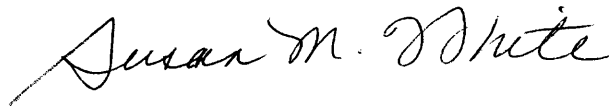
Please keep in mind the following regulatory requirements.

- The Division must be notified no later than 30 days after beginning mining operations.
- Mining disturbance is only allowed in the area identified in the Notice and Reclamation Contract.
- Stockpiling topsoil material prior to beginning activities will help ensure successful revegetation. Even the first few inches of undeveloped material are worth saving to aid in later revegetation efforts, and future regulatory surety release.
- If you encounter any archaeological or historical items, you are asked to notify this office and State History of your find.
- Permit fees are due July 30.
- Annual reports are due by December 31st.
- The reclamation surety will be reviewed every 3 years.
- The Division request that the disturbed area boundary (including assess/haul roads) be marked with metal T-posts to identify the area permitted for mining.

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The Division's web page at <http://ogm.utah.gov/> under the Mining Program has a link to the rules under which you are expected to operate and other information to assist you in complying with program requirements. Thank you for your cooperation. In reply, please refer to file number S0190062. If you have questions or concerns regarding this letter, please contact me at (801) 538-5258 or Paul Baker at 538-5261. Best wishes with your mining venture.

Sincerely,

A handwritten signature in cursive script that reads "Susan M. White".

Susan M. White
Mine Program Coordinator
Minerals Regulatory Program

SMW:PBB:pb
Tasks 1937 and 1931
Attachment: Approved SMO Notice
Enclosure: Copy of RC & surety forms
cc: Rebecca Doolittle, Moab BLM
Opie_Abeyta@blm.gov, BLM State Office, w/Encl
Grand County
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